

MINUTES OF THE MEETING OF THE BOARD OF TRUSTEES OF
THE MIAMI BEACH EMPLOYEES' RETIREMENT PLAN
OF THE CITY OF MIAMI BEACH
February 6, 2009

Chairman Boyd called the meeting to order at 10:10 a.m.

Board Members present were as follows:

James Boyd	Jose Cruz	Hilda Fernandez
	Warren Green	Reinaldo Horday
Richard McKinnon	Jonathan Sinkes	Patricia Walker

Members absent -	Jorge Gomez
------------------	-------------

Also present were:

Steve Cypen	Legal Counsel
Rick Rivera	Pension Administrator
Robert Martinez	Assistant Pension Administrator
Bill Cottle	Fund Consultant
David Schwarzenberger	Investment Manager, WHV
Bart McMurry	Investment Manager, I.C.C.
Wayne Owen	C.F.O., Rhumblin Advisers, Inc.
J.D. Nelson	Proprietor, Rhumblin Advisers, Inc.
Julie Lind	Investment Manager, Rhumblin Advisers
Richard Sicking	Attorney for disability applicant
Jose Castanedo	Active member, disability applicant

CONSENT AGENDA

The Administrator requested the addition of an addendum to the Consent Agenda for a request for payment for a FPPTA conference reimbursement on behalf of Richard McKinnon, Warren Green and Robert Martinez for \$510.50, \$618.00 & \$484.26 respectively. The Administrator also requested an addendum to the Regular Agenda for an informal disability hearing for Jose Castanedo, New Item.

A motion was made by Mr. Cruz, duly seconded by Mr. Horday, and unanimously

RESOLVED	That the addendum to the Consent and Regular Agenda be added as presented.
----------	--

PENSION BOARD MINUTES

February 6, 2009

Page 2

A motion was made by Mr. Cruz, duly seconded by Mr. Horday, and unanimously

RESOLVED That the addendum to the Consent Agenda be approved as presented less Warren Green and Richard McKinnon' expense reimbursement.

A motion was made by Mr. Sinkes, duly seconded by Mr. McKinnon, and with all in favor except Mr. Green who abstained from the vote it was

RESOLVED That Warren Green's expense reimbursement for the amount of \$484.26 be approved as presented.

A motion was made by Mr. Sinkes, duly seconded by Mr. Green, and with all in favor except Mr. McKinnon who abstained from the vote it was

RESOLVED That Richard McKinnon's expense reimbursement for the amount of \$510.50 be approved as presented.

C-1 The Minutes of the January 13, 2009 Board Meeting were approved as presented.

C-2 New Members were approved as follows - (none)

<u>NAME</u>	<u>ID #</u>	<u>CLASSIFICATION</u>	<u>Union</u>	<u>DATE OF HIRE</u>
Ines Ferreira	19360	Office Assoc. III	Unc.	01/05/2009
Alejandro Fernandez	19362	Office Assoc. V	Unc.	01/12/2009
Gary Cloutier	19364	Office Assoc. V	Unc.	01/12/2009

C-3 New Retiree Allowances were approved as follows -

<u>Name</u>	<u>Date of Retirement</u>	<u>Retirement Type</u>	<u>Amount</u>
Amy Pinder	03/01/2009	Joint Service Ret. 100%	\$1,329.20
Dionisio Castro	02/01/2009	Ord. Retirement - 50%	\$723.00
Dionisio Castro	02/01/2009	25% Lump Sum Option	\$30,812.16
Liesel Gras	02/01/2009	Ord. Retirement - 50%	\$2,947.77
Miriam Trujillo	01/01/2009	Joint Serv. 66.67%	\$3,605.34
Miriam Trujillo	01/01/2009	4% Lump Sum Option	\$23,203.33

C-4 New Pensioner Allowances were approved as follows -

Benefits
to

<u>Commence</u>	<u>Name</u>	<u>Type</u>	<u>Upon</u>	<u>Amount</u>
02/01/2009	Doris Southern	50% Contin.	Dodd Southern	\$296.88

PENSION BOARD MINUTES

February 6, 2009

Page 3

C-5 Requests for Lump Sum Refunds were approved as follows -

<u>Name</u>	<u>Separation Date</u>	<u>Amount</u>	<u>Reason</u>
Maribel Cabrera	07/31/2007	\$74,887.75	Resignation

C-6 Request for Accumulated Contribution Refund for a Named Beneficiary was approved as follows - (none)

C-7 Purchases of Creditable Service Time were approved as follows-

<u>Name</u>	<u>Date</u>	<u>PURCHASED</u>	<u>YEAR USED</u>	<u>HOURS USED</u>	<u>CASH AMOUNT</u>
Mayra Morales	01/16/2009	0.5	91.69	0.00	\$ 2,389.88
Orlando Varela	01/28/2009	0.52	127.22	0.00	\$ 4,076.84
Andrew Lindberg	01/25/2009	0.5	146.27	0.00	\$ 4,166.14
Christopher Marshall	01/29/2009	0.5	0	2,682.09	\$ 2,682.09

C-8 Request for up to Two (2) years of additional creditable service were approved as follows -

<u>NAME</u>	<u>SERVICE</u>	<u>SECTOR</u>	<u>2 YEAR BUYBACK APPLICATIONS MILITARY</u>	<u>PRIVATE APPLICATION/RESUME or additional back</u>	<u>CREDITABLE SERVICE PURCHASED</u>
Christopher Marshall		X		X	2.0
Charles Butler	X			X	2.0
Lee Lamons		X		X	1.0
Silvia Prieto		X		X	0.5

C-9 Lump Sum refunds paid since last meeting -

<u>Name</u>	<u>Date of Check</u>	<u>Voucher</u>	<u>Check Amount</u>	<u>Lump Sums Paid</u>	<u>IRS Tax Payment</u>
Albert Childress	01/21/2009	11327	\$121,044.69	Rollover	N/A
Carolina Burgos	01/21/2009	11329	\$2,100.17	Rollover	N/A
Jorge Fraga	01/16/2009	11320	\$28,138.44	Rollover	N/A

C-10 The Financial Reports were approved as presented.

C-11 Requests for Payment were approved as presented.

Stephen H. Cypen - Retainer for legal Services	
Invoice for February 2009	\$4,500.00
Fiduciary Trust - Custodian Fees	
For Qtr. Ending 9/30/08	\$5,583.11
Joan Wall - Bookkeeping services	
Inv. for February 2008	\$300.00

PENSION BOARD MINUTES

February 6, 2009

Page 4

Rhumblin - Investment Mgmt.Fees	
Inv. #48NP99 Dated 12/31/08	\$14,036.44
ICC Capital Management- Investment Mgmt. Fees	
Inv. # 57528973 Dated 3/31/06	\$33,354.75
US Treasury- Determination Application	
For Pension Compliance Review	\$7,500.00
FPPTA - Conf. & Education	
Registration Fees for Trustees	\$800.00
Hilton - Conf. & Edu.	
Hotel reservations E. Chandler FPPTA	\$1,460.73
Echo Chandler- Conf. & Education	
Travel Exp. For	\$209.20
Comfort Inn- Conf & Education	
Hotel reservations for W.Green FPPTA	\$284.97
Comfort Inn- Cong. & Education	
Hotel reservations for R.McKinnion FPPTA	\$284.97
Office Depot - Office supplies	
Inv. # 459833963-001,461145973-001.....	\$242.61
Standard Register Co. - Printing & postage	
1099 Forms for 2008	\$3,046.33
City of Miami Beach - Property Mngmnt.	
Per invoice #10863	\$1,491.71
Comet Courier- Printing & Postage	
Services used for book binding	\$36.88
DSI- Office Suplies	
Retirement checks supplies	\$477.23
Tampa Envelope- Office Supplies	
Envelopes	\$151.65
US Postmaster- Printing & Postage	
Postage fees from Central Services	\$870.72
Jose Vazquez- Medical Exam	
Disability applicant Jose Castanedo	\$275.00
Juan C. Paredes, MD- Medical Exam	
Disability applicant Paco Basantes	\$500.00
Shred-IT - Office maintenance	
Shred confidential office paperwork	\$55.00
Warren Green - Conference reimbursement	
Airfare & Car rental for FPPTA	\$531.77
SBS Miami Lakes - Copier lease	
Monthly rental Jan & Feb. 2009	\$495.57
Richard McKinnon - Conf. & Edu.	
Travel Expense Reimbursement	\$510.50
Robert Martinez - Conf. & Edu.	
Travel Expense Reimbursement	\$618.00
Warren Green - Conf. & Edu.	
Travel Expense Reimbursement	\$484.26

R-1 Deferred Items - (None)

A. James Pestana Pension Offset - The Administrator stated that he had provided the incorrect total liability owed by Mr. Pestana last month. He said that he had inadvertently included Mr. Pestana's annual cost of living adjustment in the calculation. He asked that this item be deferred until next month when he could provide correct numbers.

RESOLVED That James Pestana's pension offset discussion be deferred until next month.

- A discussion ensued regarding investment options available to DROP participants. The Board advised the Administrator that DROP participants must be able to choose a low risk investment option to preserve capital such as a money market fund. The Administrator said that he would come back to the Board with a self-directed DROP service provider recommendation and possibly have a brief presentation at the next Board meeting.

PENSION BOARD MINUTES

February 6, 2009

Page 6

- C. Informal Disability hearing for Jose Castanedo - The Board reviewed Mr. Castanedo's disability request including the evaluation from the medical board that stated that Mr. Castanedo sustained his injury while performing his usual duties at work and the injury is total and permanent. Mr. Sicking, Jose Castanedo's attorney, gave a brief discussion on the matter.

A motion was made by Mr. McKinnon, duly seconded by Mr. Green and with Mr. McKinnon, Mr. Green, Mr. Cruz, Ms. Walker, Mr. Sinkes, Mr. Horday and Mr. Boyd voting yes, it was unanimously

RESOLVED That Mr. Jose Castanedo be granted a service connected disability.

Ms. Hilda Fernandez entered the meeting at 11:05 a.m.

R-3 Other Business

- A. Administrator's Report - There was no new information to report at this time.

R-4 Quarterly Investment Reports

- A. Bill Cottle, Milliman Inc. - Mr. Cottle reviewed his quarterly performance report for the quarter ending December 31, 2008. He discussed the recent underperformance of Wellington Management. He said that Wellington Management's 12/31/08 quarter ending performance had negatively skewed their historical performance below the benchmark for all periods. He said that the Board might want to consider their termination in the future since the liquidation of their portfolio was not feasible at this time.

Mr. Cottle said that due to the recent financial crisis, fixed income was extremely over-allocated in the Fund. He said that he would be working with the Administrator over the next few months to rebalance this phenomenon.

- B. Equity manager presentations - David Schwarzenberger of Wentworth Hauser & Violich, Bart McMurry of ICC Capital Management and Wayne Owen & Julie Lind of Rhumblin Advisers presented their quarterly equity manager reports.

PENSION BOARD MINUTES

February 6, 2009

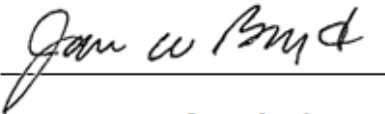
Page 7

R-5 For Your Information

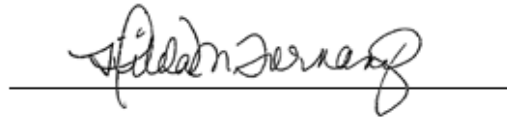
Chairman Boyd and Mr. Cypen reviewed For Your Information.

There being no further business to discuss, a motion was made by Mr. Horday duly seconded by Mr. McKinnon and unanimously

RESOLVED That the meeting be adjourned. The meeting was adjourned at 1:06 p.m.



James Boyd, Chairman



Hilda Fernandez, Secretary